

To the Members of the California State Assembly:

I am returning Assembly Bill 938 without my signature.

I support requiring a general purpose committee that makes contributions to other committees that support or oppose the qualification of a ballot measure, to disclose those contributions within 10 business days. In fact, my general purpose committee that helped qualify Propositions 74, 76 and 77 voluntarily complied with the online reporting rules found in Government Code section 85309.

This bill sets a higher threshold, \$10,000 rather than \$5,000, for disclosure than in existing law. This adds further confusion to existing reporting laws. I will work with the Legislature upon its return in January to close this loophole, streamline reporting, and get more on-line disclosure for campaign contributions.

Sincerely,

Arnold Schwarzenegger